

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7016

BILL NUMBER: HB 1242

NOTE PREPARED: Jan 10, 2008

BILL AMENDED:

SUBJECT: Business tax matters.

FIRST AUTHOR: Rep. Pelath

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
DEDICATED
FEDERAL

IMPACT: Pending

Summary of Legislation: Provides that various business tax incentives, deductions, credits, and refunds: (1) expire December 31, 2009; and (2) shall be reviewed by the legislative council or a committee designated by the council. Requires the legislative council or a committee designated by the council to review the expiration of business tax incentives, deductions, credits, and refunds during the interim preceding the interim during which the incentive, deduction, credit, or refund is set to expire. Makes conforming changes. Provides that the adjusted gross income of a corporation that is derived from sources within Indiana includes the apportioned part of the business income of each unitary business in which the corporation cooperates as a member of a unitary group. Defines the terms "unitary business" and "unitary group".

Effective Date: July 1, 2008; January 1, 2009; July 1, 2009.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Hannah Mongiat, 232-9867.